

Subject: RE: Revised Construction Contract
From: Josh Kreger <josh@southpark.la>
Date: 01/22/2016 11:24 AM
To: Sarah Carrington <sarahc@arroyoins.com>
CC: Jessica Lall <jessica@southpark.la>, Bob Buente <bbuente@1010dev.org>

Hi Sarah,

Just checking in on this – can you confirm that we have the coverages we need? Thank you!

Josh Kreger

Director of Real Estate & Planning

South Park Business Improvement District

Please note change of address:

1100 S. Flower St., Suite #3400, Los Angeles, CA 90015

josh@southpark.la <<mailto:josh@southpark.la>> | o. 213 663 1123 | c. 213 344 6749

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From: Sarah Carrington [<mailto:sarahc@arroyoins.com>]
Sent: Thursday, January 21, 2016 4:27 PM
To: Josh Kreger <josh@southpark.la>
Cc: Jessica Lall <jessica@southpark.la>; Bob Buente <bbuente@1010dev.org>
Subject: RE: Revised Construction Contract

Thank you !

From: Josh Kreger [<mailto:josh@southpark.la>]
Sent: Thursday, January 21, 2016 4:21 PM
To: Sarah Carrington

RE: Revised Construction Contract

Cc: Jessica Lall; Bob Buente
Subject: RE: Revised Construction Contract

Hi Sarah,

Attached is the draft agreement – it hasn't been executed yet. Article 11 contains the insurance details. The BID will handle ongoing maintenance of the improvements.

Josh Kreger

Director of Real Estate & Planning

South Park Business Improvement District

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From: Sarah Carrington [<mailto:sarahc@arroyoins.com>]
Sent: Thursday, January 21, 2016 4:11 PM
To: Josh Kreger <josh@southpark.la <<mailto:josh@southpark.la>> >
Subject: Revised Construction Contract

Hi, Josh,

Can you please send me over a copy of the agreement that you have with the contractor? Who will maintain the lighting wayfinding and landscaping after the installation is complete?

From: Josh Kreger [<mailto:josh@southpark.la>]
Sent: Thursday, January 21, 2016 12:07 PM
To: Priscilla Hsu; Sarah Carrington
Subject: RE: Revised Construction Contract

Hi Sarah,

This is for a streetscape project. The city of LA originally received a state grant to do a roughly \$20 million project and they had about \$1 million left that they are giving to the BID to design and construct improvements like additional pedestrian lighting, wayfinding and enhanced landscaping. The BID put out an RFQ last fall and selected a design-build contractor team to do the design and construction under the direction of the BID. We are now working on finalizing the contract with the General Contractor. I can explain more if you give me your number or give me a call.

Thanks!

Josh Kreger

Director of Real Estate & Planning

South Park Business Improvement District

Please note change of address:

1100 S. Flower St., Suite #3400, Los Angeles, CA 90015

josh@southpark.la <<mailto:josh@southpark.la>> | o. 213 663 1123 | c. 213 344 6749

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From: Priscilla Hsu

Sent: Thursday, January 21, 2016 11:47 AM

To: Sarah Carrington <sarahc@arroyoins.com <<mailto:sarahc@arroyoins.com>> >

Cc: Josh Kreger <josh@southpark.la <<mailto:josh@southpark.la>> >

Subject: RE: Revised Construction Contract

Ah I'm sorry, I misread the initial email. Sounds like they haven't talked to you yet.

We're working with the City to improve streetscape in the area on a project called My Figueroa. Josh can email you or give you a call to explain the project better than I can.

Let us know how you prefer to discuss this.

You can also give Josh a call at 213-663-1123.

Priscilla Hsu

South Park BID

Please note change of address:

1100 S. Flower St., Suite #3400, Los Angeles, CA 90015

o. 213 663 1120

24/7: 866 560 9346

From: Sarah Carrington [<mailto:sarahc@arroyoins.com>]
Sent: Thursday, January 21, 2016 11:40 AM
To: Priscilla Hsu <priscilla@southpark.la <<mailto:priscilla@southpark.la>> >
Cc: Josh Kreger <josh@southpark.la <<mailto:josh@southpark.la>> >
Subject: Revised Construction Contract

Hi, Priscilla,

This is the first I've heard of this. They are requesting a Builders Risk policy? What construction are you doing?

From: Priscilla Hsu [<mailto:priscilla@southpark.la>]
Sent: Thursday, January 21, 2016 11:32 AM
To: Sarah Carrington
Cc: Josh Kreger
Subject: FW: Revised Construction Contract

Hi Sarah,

It sounds like Josh and Jessica have already been in touch with you regarding an insurance need but I was asked to forward this to you to make sure we have all the right coverages in place.

Thank you,

Priscilla Hsu

South Park BID

Please note change of address:

1100 S. Flower St., Suite #3400, Los Angeles, CA 90015

o. 213 663 1120

24/7: 866 560 9346

From: Josh Kreger

Sent: Thursday, January 21, 2016 11:28 AM

To: Jessica Lall <jessica@southpark.la <<mailto:jessica@southpark.la>> >

Cc: Priscilla Hsu <priscilla@southpark.la <<mailto:priscilla@southpark.la>> >; Bob Buente <bbuente@1010dev.org <<mailto:bbuente@1010dev.org>> >

Subject: RE: Revised Construction Contract

Priscilla,

Can you forward this to the insurance agent from arroyo and ask them to review the appropriate Article 11 sections (copied below) to make sure we have all the coverages in place? Thank you!

11.3.1 Before commencing the Work, the South Park Stakeholders Group shall obtain and maintain a Builder's Risk Policy upon the entire Project for the full cost of replacement at the time of loss. This insurance shall also name the Design-Builder, Subcontractors, Subsubcontractors, Material Suppliers and Design-Professional as named insureds. This insurance shall be written as a Builder's Risk Policy or equivalent form to cover all risks of physical loss except those specifically excluded by the policy, and shall insure (a) at least against the perils of fire, lightning, explosion, windstorm, hail, smoke, aircraft (except aircraft, including helicopter, operated by or on behalf of Design-Builder) and vehicles, riot and civil commotion, theft, vandalism, malicious mischief, debris removal, flood, earthquake, earth movement, water damage, wind damage, testing if applicable, collapse however caused, and (b) damage resulting from defective design, workmanship or material and material or equipment stored offsite, onsite or in transit. The South Park Stakeholders Group shall be solely responsible for any deductible amounts or coinsurance penalties. This policy shall provide for a waiver of subrogation in favor of the Design-Builder, Subcontractors, Subsubcontractors, Material Suppliers and Design-Professional. This insurance shall remain in effect until final payment has been made or until no person or entity other than the South Park Stakeholders Group has an insurable interest in the property to be covered by this insurance, whichever is sooner. Partial occupancy or use of the Work shall not commence until the South Park Stakeholders Group has secured the consent of the insurance company or companies providing the coverage required in this subsection. Before commencing the Work, the South Park Stakeholders Group shall provide a copy of the property policy or policies obtained in compliance with this subsection.

11.4.2 SOUTH PARK STAKEHOLDERS GROUP'S LIABILITY INSURANCE The South Park Stakeholders Group shall either self-insure or obtain and maintain its own liability insurance for protection against claims arising out of the performance of this Agreement, including without limitation, loss of use and claims, losses and expenses arising out of the South Park Stakeholders Group's acts or omissions.

Josh Kreger

Director of Real Estate & Planning

South Park Business Improvement District

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From: Jessica Lall

Sent: Thursday, January 21, 2016 9:02 AM

To: Josh Kreger <josh@southpark.la <<mailto:josh@southpark.la>> >

Cc: Priscilla Hsu <priscilla@southpark.la <<mailto:priscilla@southpark.la>> >; Bob Buente <bbuente@1010dev.org <<mailto:bbuente@1010dev.org>> >

Subject: Fwd: Revised Construction Contract

Josh - p is looped in with our insurance agent from arroyo. We have a \$10mil policy but not sure if it covers all of this.

Bob - I'm assuming we want to put this under our g/l and not a new policy like we did the parklet?

Thanks,

Jessica Lall

South Park BID

Office: 213-663-1112

Cell: 213-820-0837

Please note our new address:

1100 Flower Street, Suite 3400

Los Angeles, CA 90015

Sent from my iPhone

Begin forwarded message:

From: "Kwartnik, Jr., James M." <kwartnij@pepperlaw.com
<<mailto:kwartnij@pepperlaw.com>> >
Date: January 21, 2016 at 8:23:08 AM PST
To: "'Jessica Lall (jessica@southpark.la <<mailto:jessica@southpark.la>>)'"
<jessica@southpark.la <<mailto:jessica@southpark.la>> >, "'Josh Kreger (josh@southpark.la
<<mailto:josh@southpark.la>>)'" <josh@southpark.la <<mailto:josh@southpark.la>> >
Cc: "Gropman, Ted R." <gropmant@pepperlaw.com <<mailto:gropmant@pepperlaw.com>> >
Subject: Revised Construction Contract

Jessica and Josh,

Attached are clean and redlined versions of the revised contract. This draft a) reflects the changes we discussed last night with Dan McGrew and b) cleans up the formatting of the document – deletes Consensus Docs notes and blank spaces. I also had to tweak some of the insurance provisions.

Before I send this draft to Dan, please have your insurance broker review the insurance provisions in Article 11. We need confirmation that SPBID has or will have in place all of the coverages that are SPBID's responsibility. For example, under Article 11.3.1, SPBID is responsible for obtaining a Builder's Risk Policy, which is standard in the industry. Also, please ask your broker to look at Article 11.4.2 to confirm that SPBID has or will have the appropriate liability insurance in place. As you will see, I revised Article 11.5 to provide that any such coverage should be secondary, and that Griffith should add SPBID as an additional insured to its CGL policy with a "non-contributory" endorsement.

Once I get confirmation from you that we can satisfy all of the insurance requirements, I will forward this revised draft to Dan, along with a request for a conference call on Monday to discuss payment terms and project schedule.

Thanks,

Jim

James M. Kwartnik, Jr.

Associate

— image001.png —



— image002.jpg —



— Attachments: —

image001.png	4.4 KB
image002.jpg	1.4 KB